Regulations, rates and charges applying to the special construction of facilities in connection with the provision of interstate services within the operating territories of the Issuing Carriers listed on Title Page 2.

Transmittal No. 1

ISSUING CARRIERS

I. All Regulations, Rates and Charges presented in this tariff are applicable to the following Issuing Carriers. Wire center location for these Issuing Carriers are located in National Exchange Carrier Association Tariff FCC No. 4.

Valor Telecommunications of New Mexico, LLC

Study Area: Valor of New Mexico #1164 Valor of New Mexico #1193

Valor Telecommunications of Oklahoma, LLC

Study Area: Valor of Oklahoma #1165

Valor Telecommunications of Texas, LP

Study Area: Valor of Texas #1163 Valor of Texas #1181

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CHECK SHEET

Title Pages 1 to 2 and Pages 1 to 21, inclusive, of this tariff are effective as of the date shown.

<u>Page</u>	Revision
Title Page 1 Title Page 2 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17	Original
18	Original
19	Original
20	Original
21	Original

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CONCURRING CARRIERS

No Other Concurring Carriers

CONNECTING CARRIERS

No Other Connecting Carriers

OTHER PARTICIPATING CARRIERS

No Other Participating Carriers

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EXPLANATION OF SYMBOLS

(C)	- To signify changed regulation
(D)	- To signify discontinued rate or regulation
(l)	- To signify increase
(M)	- To signify matter relocated without change
(N)	- To signify new rate or regulation
(R)	- To signify reduction
(S)	- To signify reissued matter
(T)	- To signify a change in text but no change in rate or regulation
(Z)	- To signify a correction

EXPLANATION OF ABBREVIATIONS

AUL	 Annual Underutilization Liability
Cont'd	- Continued
FCC	- Federal Communications Commission
ILP	 Initial Liability Period

MTL - Maximum Termination Liability

NRC - Nonrecurring Charge RMC - Recurring Monthly Charge

REFERENCE TO OTHER TARIFFS

Whenever reference is made in this tariff to other tariffs of the Telephone Company, the reference is to the tariffs in force as of the effective date of this tariff, and to amendments thereto and successive issues thereof.

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1. Application of Tariff

This tariff contains regulations, rates, charges and liabilities applicable for the special construction of interstate facilities provided by the Issuing Carriers of this tariff, hereinafter referred to as the Telephone Company.

When special construction of facilities is required, the provisions of this tariff apply in addition to all regulations, rates and charges set forth in the appropriate service tariff.

2. Regulations

2.1 Filing of Charges

Rates, charges and liabilities for special construction to provide facilities for use for one month or more are filed in Sections 3., as appropriate.

Rates, charges and liabilities for the construction of facilities for use for less than one month are filed in supplements to this tariff.

2.2 Ownership of Facilities

The Telephone Company providing specially constructed facilities under the provisions of this tariff retains ownership of all such facilities.

2.3 Interval to Provide Facilities

Based on available information and the type of service ordered, the Telephone Company will establish a completion date for the specially constructed facilities. If the scheduled completion date cannot be

met due to circumstances beyond the control of the Telephone Company, a new completion date will be established and the customer will be notified.

2.4 Special Construction Involving Both Interstate and Intrastate Facilities

When special construction involves facilities to be used to provide both interstate and intrastate services, charges for the portion of the construction used to provide interstate service shall be in accordance with this tariff. Charges for the portion of the construction used to provide intrastate service shall be in accordance with the appropriate intrastate tariff.

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2. Regulations (Cont'd)

2.5 **Payments for Special Construction**

2.5.1 **Payment of Charges**

All bills associated with special construction charges are due in accordance with the regulations in the appropriate service tariff.

2.5.2 Start/End of Billing

Billing of recurring charges for specially constructed facilities starts on the day after the facilities are made available for use. Billing accrues through and includes the day that the specially constructed facilities are discontinued.

2.5.3 **Credit Allowance for Service Interruptions**

In the event of a service interruption involving a specially constructed facility, the customer shall receive a recurring monthly charge credit in accordance with the credit allowance provisions in the appropriate service tariff associated with the affected services. When an interruption continues due to the failure of the customer to authorize the replacement of facilities subject to a Replacement Charge, as specified in 2.6.4(A)(4) following, the credit allowance will be terminated on the seventh calendar day after the Telephone Company has provided the customer with written notification of the need for replacement. The credit allowance will resume on the day after the Telephone Company receives written authorization for the replacement from the customer..

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Effective: December 2, 2000 Issued: November 17, 2000

2. Regulations (Cont'd)

2.6 <u>Liabilities and Charges for Special Construction</u>

2.6.1 General

This section describes the various charges and liabilities that may apply when the Telephone Company provides special construction of facilities in accordance with an order for service. Written approval of all liabilities and charges must be provided to the Telephone Company prior to the start of construction.

2.6.2 Conditions Requiring Special Construction

Special construction is required when 1) facilities are not available to meet an order for service, and 2) the Telephone Company constructs facilities, and 3) one or more of the following conditions exist:

- The Telephone Company has no other requirement for the facilities requested.
- It is requested that service be furnished using a type of facility, or via a route, other than that which the Telephone Company would normally utilize in furnishing the requested service.
- More facilities are requested than would normally be required to satisfy an order.
- It is requested that construction be expedited, resulting in added cost to the Telephone Company.

2.6.3 Development of Liabilities and Charges

Special construction charges and liabilities will be developed based on estimated costs, except when actual costs are requested in writing prior to the start of special construction.

In order to meet a scheduled service date when actual costs are requested, an initial special construction filing may be made based on estimated costs. Such a filing will be revised when actual costs are available.

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2. Regulations (Cont'd)

2.6 Liabilities and Charges for Special Construction (Cont'd)

2.6.4 Types of Liabilities and Charges

Depending on the specifics associated with each individual case, one or more of the following special construction charges and/or liabilities may be applicable:

(A) Nonrecurring Charge

A nonrecurring charge always applies and includes one or more of the following components:

(1) Case Preparation Charge

A nonrecurring charge always includes a case preparation charge component to cover the administrative expenses associated with preparing a special construction case and the associated tariff filing.

(2) Expediting Charge

A nonrecurring charge may include an expediting charge when it is requested that special construction be completed on an expedited basis. The charge equals the difference in estimated cost between expedited and non-expedited construction.

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- 2. Regulations (Cont'd)
- 2.6 <u>Liabilities and Charges for Special Construction</u> (Cont'd)
- 2.6.4 Types of Liabilities and Charges (Cont'd)
- (A) Nonrecurring Charge (Cont'd)
 - (3) Replacement Charge

If any portion of specially constructed facilities for which an optional payment charge has been paid requires replacement involving capital investment, a replacement charge will apply. This charge will be in the same ratio to the total replacement cost as the initial optional payment charge was to the installed cost of the original specially constructed facilities. If any portion of the facilities subject to the replacement charge fails, service will not be restored until notification is provided in writing that replacement is required and such replacement is ordered.

(4) Rearrangement Charge

If the Telephone Company is requested to rearrange existing specially constructed facilities, a nonrecurring charge equal to the cost of any additional special construction will apply.

(5) Special Construction of Facilities for Use for less Than One Month

When the Telephone Company is requested to construct facilities to provide service for less than one month, a nonrecurring charge only applies. In addition to the case preparation charge component, this nonrecurring charge recovers all elements of cost, including engineering, shipping of equipment, equipment installation, line-up, equipment leasing, space rental, equipment removal, and any other costs associated with the construction of the facilities.

(a) Optional Payment

An optional payment plan may be offered included in the nonrecurring charge in association with a type of facility or route other than that which the Telephone Company would normally use in furnishing the requested service if lower recurring monthly charges are desired for the specially constructed facilities. This charge is equal to the Total Special Construction cost, plus ten (10) percent, spread out over twelve (12) equal monthly payments. This election must be made in writing before special construction starts. If service is terminated before all payments have been made, the remaining balance will automatically become due.

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2. Regulations (Cont'd)

2.7 Deferral of Start of Service

The Telephone Company may be requested to defer the start of service which will use specially constructed facilities subject to the provisions set forth in the service tariff under which service is being provided. Requests for special construction deferral must be in writing and are subject to the following regulations:

2.7.1 Construction Has Not Begun

If the Telephone Company has not incurred any installation costs before receiving a request for deferral, no charge applies.

2.7.2 Construction Has Begun

If the construction of facilities has begun before the Telephone Company receives a request for deferral, charges will vary as follows:

(A) All Services Are Deferred

When all services which will use specially constructed facilities are deferred, a charge based on the costs incurred by the Telephone Company during each month of the deferral will apply. Those costs include the recurring costs for that portion of the facilities already completed and any other costs associated with the deferral. The cost of any components of the nonrecurring charge which have been completed at the time of deferral will also apply.

(B) Some Services Are Deferred

When some services which will use the specially constructed facilities are deferred, the construction case will be completed and all special construction charges will apply.

2.7.3 Construction Complete

If the construction of facilities has been completed before the Telephone Company receives a request for deferral, all special construction charges will apply.

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2. Regulations (Cont'd)

2.8 Definitions

<u>Actual Cost</u> - The term "Actual Cost" denotes all costs charged against a specific case of special construction, including any appropriate taxes.

<u>Annual Underutilization Liability</u> - The term "Annual Underutilization Liability" denotes a per unit amount which may be billed annually if fewer services are in use utilizing specially constructed facilities at filed tariff rates than were originally specially constructed.

<u>Estimated Cost</u> - The term "Estimated Cost" denotes all estimated costs that will be incurred in providing a specific case of special construction, including any appropriate taxes.

<u>Facilities</u> - The term "Facilities" denotes any cable, poles, conduit, microwave or carrier equipment, wire center distribution frames, central office switching equipment, etc., utilized to provide interstate services.

<u>Initial Liability Period</u> - The term "Initial Liability Period" denotes the initial planning period during which the customer expects to place specially constructed facilities in service.

<u>Installed Cost</u> - The term "Installed Cost" denotes the total investment (estimated or actual) required by the Telephone Company to provide specially constructed facilities.

<u>Maximum Termination Liability</u> - The term "Maximum Termination Liability" denotes the maximum amount which may be billed if all services using specially constructed facilities are terminated prior to the expiration of the Maximum Termination Liability Period.

<u>Maximum Termination Liability Period</u> - The term "Maximum Termination Liability Period" denotes the length of time for which a termination charge may apply if all services using specially constructed facilities are terminated...

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2. Regulations (Cont'd)

2.8 <u>Definitions</u> (Cont'd)

<u>Net Salvage</u> - The term "Net Salvage" denotes the estimated scrap, sale, or trade-in value, less the estimated cost of removal. Cost of removal includes the costs of demolishing, tearing down, or otherwise disposing of the material and any other applicable costs. Since the cost of removal may exceed salvage value, net salvage may be negative.

<u>Nonrecoverable Cost</u> - The term "Nonrecoverable Cost" denotes the cost of specially constructed facilities for which the Telephone Company has no foreseeable use should the service be terminated.

<u>Normal Construction</u> - The term "Normal Construction" denotes all facilities the Telephone Company would normally use to provide service in the absence of a requirement for special construction.

Normal Cost - The term "Normal Cost" denotes the estimated cost to provide services using normal construction.

<u>Permanent Facilities</u> - The term "Permanent Facilities" denotes facilities providing service for one month or more.

<u>Recoverable Cost</u> - The term "Recoverable Cost" denotes the cost of the specially constructed facilities for which the Telephone Company has a foreseeable reuse, either in place or elsewhere, should the service be terminated.

<u>Termination Charge</u> - The term "Termination Charge" denotes the portion of the Maximum Termination Liability that is applied as a nonrecurring charge when all services are discontinued prior to the expiration of the specified liability period.

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